Cable Communications Plan

MISSION STATEMENT

The mission of the Cable Communications Plan is to manage the County's Cable Television Franchise Agreements and the Cable Special Revenue Fund to ensure that cable services in Montgomery County are of high quality; that applicable consumer protection is enforced; that quality Public, Educational, and Governmental (PEG) programming is provided; and that related telecommunication issues are coordinated and monitored.

BUDGET OVERVIEW

The Cable Communications Plan consists of three elements: the Cable Office appropriation (\$9,390,000), transfers to the County General Fund (\$2,644,000), and transfers to the County Capital Improvements Program (CIP) (\$2,198,000) for a total use of fund resources of \$14,232,000. Within the Cable Office appropriation of \$9,390,000, Personnel Costs comprise 16.2 percent of the budget for nine full time positions at 14.3 workyears. Operating Expenses account for the remaining 83.8 percent of the FY07 budget.

In FY07, there are three transfers to the General Fund for the following:

- Montgomery College Funds are transferred from the Cable Fund to the General Fund and then to the Montgomery College Cable Fund. This transfer of \$1,067,000 is an increase of \$128,000 or 13.6 percent over the FY06 amount of \$939,000.
- Montgomery County Public Schools Funds are transferred from the Cable Fund to the General Fund and then to the Montgomery County Public Schools Cable Fund. This transfer of \$1,383,000 is an increase of \$145,000 or 11.7 percent over the FY06 amount of \$1,238,000.
- Indirect Costs Funds are transferred to the General Fund to cover the cost of certain administrative services provided by the County to the Cable Fund. This transfer of \$194,000 is used to defray expenses incurred by departments providing services to special funds.

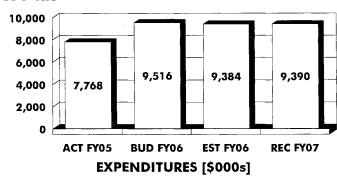
In addition, the department's budget include Current Revenue funding for the Capital Improvements Program (CIP).

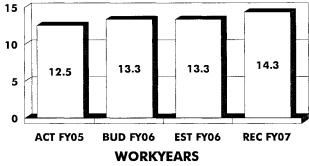
HIGHLIGHTS

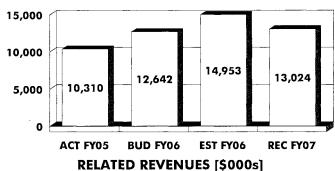
- Enhance funding to Montgomery Community Television (MCT) for Personnel and Operating costs from \$2,274,000 to \$2,385,000.
- Provide funding to MCT to facilitate live programming capabilities from the Gilchrist Center for Cultural Diversity.

Totals	9,390,000	14.3
Other Cable Activities	423,900	0.0
FiberNet Operations	1,399,000	2.4
PEG Equipment Replacement	803,000	0.0
Cable Support for Municipal Stations	336,000	0.0
Municipal Cable Franchise Fee Sharing	643,000	0.0
Cable Programming for Montgomery College	0	0.0
Cable Programming for Public Schools	0	0.0
County Cable Montgomery	1,652,723	5.2
Community Access to Cable	2,385,000	0.0
Cable Legal Representation - Outside Prof. Services	450,800	0.5
Cable Franchise Administration & Consumer Protection	on 1,296,577	6.2
Program Summary	Expenditures	WYs









- Enhance funding to Montgomery County Public Schools (MCPS) to provide additional foreign language versioning of programs.
- Continue to provide support to the FiberNet CIP project for migration to the next generation of FiberNet and to enhance the County's institutional network.
- Provide funding for a new program that will be aired on County Cable Montgomery (CCM) quarterly to help educate new County residents on County programs and services.
- Productivity Enhancements

Cable Office Administration:

 Reduced cable rates for converter boxes, which will result in a subscriber refund of approximately \$500,000.

PEG Network:

- County Cable Montgomery (CCM) facilitated a live teleconference between Montgomery and Prince Georges Counties reducing Councilmembers and staff time away from the office and travel expenses.
- Use of the mobile production vehicle has increased community event coverage by 8 percent, reduced staff hours by 25 percent per shoot and reduced wear and tear on portable production equipment.

PROGRAM CONTACTS

Contact Jane Lawton of the Cable Television Office at 240.777.3724 or Jennifer R. Bryant of the Office of Management and Budget at 240.777.2761 for more information regarding this department's operating budget.

PROGRAM DESCRIPTIONS

Cable Franchise Administration & Consumer Protection

The Department of Technology Services is responsible for administering the Cable Television Agreements for the County and participating municipalities. The responsibilities associated with franchise administration include:

- Ensuring cable operator compliance with franchise financial, technical, and construction requirements and managing franchise renewal and transfer process;
- Investigating and resolving subscriber complaints;
- Administering the contracts to provide for public access to cable production services;
- Providing liaison, support, and record keeping on performance of the PEG channels;
- Preparing the annual Cable Communications Plan;

- Collecting franchise fees, grants, and other payments to the County;
- Distributing franchise fees, grants, and other payments to the participating municipal co-franchisors;
- Directing and coordinating the Telecom Facilities Siting Committee;
- Supporting the Telecommunications Advisory Committee;
- Resolving issues regarding cable and communications technology for Montgomery County government;
- Monitoring and commenting on changes in State and Federal telecom regulations, rate structure, and related legislative issues;
- Encouraging entry of competitive providers of telecommunication services and negotiating and reviewing proposed franchises for use of the public right-of-way; and
- Administering and managing contracts and programming for the County Government Channel.

The budget for franchise administration includes funds for cable management staff, engineering consulting services for ongoing inspection and testing of the cable system, engineering consulting services for the identification and provision of future technologies, and other office operating expenses.

FY07 Recommended Changes

	Expenditures	WYs
FY06 Approved	1,228,420	6.2
FY07 CE Recommended	1,296,577	6.2

Cable Legal Representation - Outside Prof. Services

Funds will be used to pay legal and financial consultants for work which requires special expertise. Activities include the preparation of filings on behalf of the County before the Federal Communications Commission, interpretation of legislative proposals, and County representation in negotiations with cable and telecommunications service providers, rate regulation, and franchise compliance.

FY07 Recommended Changes

	Expenditures	WYs
FY06 Approved	447,000	0.5
FY07 CE Recommended	450,800	0.5

Community Access to Cable

The Office of Cable Communications administers a contract with Montgomery Community Television (MCT) through which MCT operates two channels on the cable television systems. MCT's primary mission is to encourage and sponsor television programming and broadband media that meets community needs and offers forums for free expression. MCT's programmatic services include public access training and access to production

equipment and facilities for County residents and community groups to create programming of their choice. MCT also produces local programming designed to address community needs.

FY07 Recommended Changes

- ☐ Enhance funding to Montgomery Community Television (MCT) for Personnel and Operating costs from \$2,274,000 to \$2,385,000.
- ☐ Enhance staffing for MCT by converting the Down County Program Manager position from part-time to full-time. MCT is in the process of implementing key recommendations of the Down-County Multimedia Facility Study.

	Expenditures	WYs
FY06 Approved	2,274,000	0.0
FY07 CE Recommended	2,385,000	0.0

County Cable Montgomery

The Office of Cable Communications in the Department of Technology Services manages County Cable Montgomery (CCM), the government access channel. CCM airs programming produced by the Executive and Legislative branches to keep viewers abreast of County programs and services for the residents, visitors, and businesses in the community. The County Council's information Officer develops programming for the Legislative branch. Broadcasts include live Council meetings, informational programs, documentaries, press conferences, and town hall meetings. The Office of Public Information develops Executive branch programming which includes special events, press conferences, and programs highlighting our services and activities. CCM is also responsible for monitoring the video and audio signals for all the Montgomery County Public, Education, and Government access channels.

FY07 Recommended Changes

- ☐ Convert contractual funds to a full-time Engineer position.
- ☐ Continue to provide closed captioning in Spanish for some County Cable Montgomery (CCM) programming.

	Expenditures	WYs
FY06 Approved	1,551,000	4.2
FY07 CE Recommended	1,652,723	5.2

Cable Programming for Public Schools

The Montgomery County Public Schools (MCPS) Department of Communications and Public Information (Instructional TV Unit) has the responsibility for programming two cable channels. Cable TV funding from this special revenue fund partially provides for programming, channel management, and production of instructional, community, and training television programs. Additional funds are requested in the operating budget of the public schools. MCPS programming includes: Board of Education meetings, live call-in programs, in-class student programs, technology training, and televised instruction in a variety of academic areas.

FY07 Recommended Changes

- ☐ Funds for these services (\$1,383,000) are not appropriated in the Cable Office but are transferred from the Cable Fund to the General Fund and then to the Montgomery County Public Schools Cable Fund.
- ☐ Enhance funding to Montgomery County Public Schools (MCPS) to provide additional foreign language versioning of programs.

	Expenditures	WYs
FY06 Approved	0	0.0
FY07 CE Recommended	0	0.0

Cable Programming for Montgomery College

The Instructional Television and Media Production Services Unit of Montgomery College (MC) is responsible for the cable programming available on the Montgomery College channel (both cable and College funds provide for staff, equipment, and operating expenses). The channel features acquired and originally produced instructional programming which directly supports the College's distance learning and instructional programs and provides professional development and self-enrichment opportunities for community subscribers.

FY07 Recommended Changes

- ☐ Funds for these services (\$1,067,000) are not appropriated in the Cable Office but are transferred from the Cable Fund to the General Fund and then to the Montgomery College Cable Fund.
- ☐ Enhance funding to Montgomery College (MC) for a full-time Production Assistant position to support the increased demands for instructional support.

	Expenditures	WYs
FY06 Approved	0	0.0
FY07 CE Recommended	0	0.0

Municipal Cable Franchise Fee Sharing

These expenditures represent the quarterly distribution of franchise fees in accordance with current Municipal Franchise Agreements and Municipal/County Agreements.

FY07 Recommended Changes

	Expenditures	WYs
FY06 Approved	620,000	0.0
FY07 CE Recommended	643,000	0.0

Cable Support for Municipal Stations

Expenditures provide for equipment acquisition, equipment maintenance, engineering consultation, and operating support for cable television programming services provided by the City of Rockville, the City of Takoma Park, and by the Montgomery County Chapter of the Maryland Municipal League (MML) as required by the franchise agreements. Totals approved for each entity are shown in the Cable Communications Plan.

FY07 Recommended Changes

	Expenditures	WYs
FY06 Approved	312,000	0.0
FY07 CE Recommended	336,000	0.0

PEG Equipment Replacement

Expenditures provide for the purchase of replacement equipment for certain PEG channel operators. Funds appropriated for PEG equipment replacement will be administered by the Cable Office. Purchases will be based on recommendations offered by the PEG Network and will be titled to Montgomery County Government which may, under appropriate controls, allocate the equipment for use to individual PEG channels.

FY07 Recommended Changes

	Expenditures	WYs
FY06 Approved	803,000	0.0
FY07 CE Recommended	803,000	0.0

FiberNet Operations

Expenditures help offset the costs of maintaining the FiberNet system.

FY07 Recommended Changes

	Expenditures	WYs
FY06 Approved	1,399,000	2.4
FY07 CE Recommended	1,399,000	2.4

Other Cable Activities

The expenditures for miscellaneous other cable activities include: an emergency replacement reserve to address imminent system failure for certain PEG operations; PEG Network engineering and administrative support to provide PEG members with specialized assistance; PEG promotion to assist PEG channels to increase viewership; and grants to outside organizations.

FY07 Recommended Changes

☐ Continue to provide closed captioning services for the PEG Network to assist County residents who face hearing challenges.

	Expenditures	WYs
FY06 Approved	882,000	0.0
FY07 CE Recommended	423,900	0.0

BUDGET SUMMARY

	Actual FY05	Budget FY06	Estimated FY06	Recommended FY07	% Chg Bud/Rec
CABLE TELEVISION					
EXPENDITURES					
Salaries and Wages	922,335	1,027,010	939,170	1,152,010	12.2%
Employee Benefits	291,170	354,710	309,900	367,700	3.7%
Cable Television Personnel Costs	1,213,505	1,381,720	1,249,070	1,519,710	10.0%
Operating Expenses	6,554,854	7,584,700	7,584,700	7,870,290	3.8%
Capital Outlay	0	550,000	550,000	0	
Cable Television Expenditures	7,768,359	9,516,420	9,383,770	9,390,000	-1.3%
PERSONNEL					
Full-Time	7	8	8	9	12.5%
Part-Time	0	0	0	0	
Workyears	12.5	13.3	13.3	14.3	7.5%
REVENUES					
Franchise Fees 5%	6,503,412	8,696,000	10,906,000	8,936,000	2.8%
Gaithersburg PEG Contribution	111,770	159,000	192,000	152,000	-4.4%
PEG Capital Revenue	222,336	227,000	230,000	236,000	4.0%
PEG Operating Revenue	1,739,948	1,949,000	1,978,000	2,014,000	3.3%
I-Net Operating Revenue	1,523,767	1,399,000	1,417,000	1,453,000	3.9%
Tower Application Fees	98,500	42,000	60,000	55,000	31.0%
Investment Income	109,847	170,000	170,000	177,740	4.6%
Miscellaneous	422	0	0	C)
Cable Television Revenues	10,310,002	12,642,000	14,953,000	13,023,740	3.0%

FY07 RECOMMENDED CHANGES

BLE TELEVISION	Expenditures	WY
Y06 ORIGINAL APPROPRIATION	9,516,420	13.3
Changes (with service impacts)		
Enhance: Funding to provide hardware and labor necessary to facilitate live programming capability from select sites	25,000	0.
Add: Additional funds for County Cable Montgomery new programming - Public Information Office (PIO) Quarterly Program to educate new residents about County services.	20,000	0.
Enhance: Additional Funding to Support Montgomery Community TV (MCT) Personnel - Program Manager Part-time to Full-time	20,000	0.
Add: County Cable Montgomery (CCM) administration to support joint programming initiative - Local and State Government Public Meetings held in Montgomery County	10,000	0
Eliminate: Down County Multimedia Facility Study [Other Cable Activities]	-27,000	0
Add: Full-time Engineering position to support County Cable Montgomery offset with a reduction in contractual Operating Expenses.	-28,180	Ö
Other Adjustments (with no service impacts)		
Increase Cost: Montgomery Community TV (MCT) Personnel cost adjustment [Community Access to Cable]	61,920	C
Increase Cost: Additional Funding Required to support County Cable Montgomery Contract and	45,230	C
Operating Adjustments [County Cable Montgomery]		
Increase Cost: FY07 Compensation	29,630	(
Increase Cost: Additional Funding Required to Support Montgomery Community TV (MCT) Operating Contractual Cost Adjustment - 4 percent Increase in Operating Expenses	29,080	C
Increase Cost: Additional funding required to support Engineering and Inspection Services contract cost adjustments within Franchise Administration [Cable Franchise Administration & Consumer Protection]	25,000	C
Increase Cost: Municipal Equipment and Operations [Cable Support for Municipal Stations]	25,000	C
Increase Cost: County Cable Montgomery Contract Cost Increases [County Cable Montgomery]	23,250	(
Increase Cost: Municipal Franchise Fee Sharing [Municipal Cable Franchise Fee Sharing]	23,000	C
Increase Cost: Annualization of FY06 Lapsed Positions [County Cable Montgomery]	12,070	C
Increase Cost: Annualization of FY06 Personnel Costs	7,630	C
Increase Cost: Group Insurance Adjustment	6,620	C
Increase Cost: Increase in contract cost for Sign Language Interpreter	6,000	C
Increase Cost: County Cable Montgomery for charges from PIO and Council [County Cable Montgomery]	5,000	C
Increase Cost: Retirement Adjustment	4,940	0

	Expenditures	WYs
Increase Cost: County Attorney [Other Cable Activities]	3,800	0.0
Increase Cost: Miscellaneous increase to Cable Office Operating Expenses [Cable Franchise Administration & Consumer Protection]	2,890	0.0
Increase Cost: Additional funding required to support PEG Network contractual and operating [Other Cable Activities]	2,770	0.0
Increase Cost: Other - PEG Engineering [Other Cable Activities]	1,130	0.0
Increase Cost: Records Management [Cable Franchise Administration & Consumer Protection]	180	0.0
Decrease Cost: Municipal Equipment and Operations [Cable Support for Municipal Stations]	-1,000	0.0
Decrease Cost: Elimination of One-Time Items Approved in FY06 [Other Cable Activities]	-460,380	0.0
FY07 RECOMMENDED:	9,390,000	14.3

FUTURE FISCAL IMPACTS

	CE REC.					
Title	FY07	FY08	FY09	FY10	FY11	FY12
is table is intended to present significant future fiscal im	pacts of the d	epartment's	programs.			
ABLE TELEVISION						
Expenditures						
FY07 Recommended	9,390	9,390	9,390	9,390	9,390	9,390
No inflation or compensation change is included in outyear p	rojections.					
Annualization of Positions Recommended in FY07	0	26	26	26	26	26
New positions in the FY07 budget are generally assumed to be	oe filled at leas	t two months	after the fisco	al year begins	. Therefore, tl	ne above
amounts reflect annualization of these positions in the outyec	ars.					
· · · · · · · · · · · · · · · · · · ·	ars.	-25	-25	-25	-25	-25
amounts reflect annualization of these positions in the outyec Elimination of One-Time Items Recommended in FY07 Items recommended for one-time funding in FY07, including	0					
Elimination of One-Time Items Recommended in FY07	0					-25 in the
Elimination of One-Time Items Recommended in FY07 Items recommended for one-time funding in FY07, including	0					in the
Elimination of One-Time Items Recommended in FY07 Items recommended for one-time funding in FY07, including outyears.	0 equipment for 0	the Gilchrist	Center, will be	e eliminated t	from the base	in the
Elimination of One-Time Items Recommended in FY07 Items recommended for one-time funding in FY07, including outyears. Labor Contracts These figures represent the annualization of FY07 increments	0 equipment for 0	the Gilchrist	Center, will be	e eliminated t	from the base	in the
Elimination of One-Time Items Recommended in FY07 Items recommended for one-time funding in FY07, including outyears. Labor Contracts	0 equipment for 0 s, general wage	the Gilchrist 8 adjustments	Center, will be 8 , and associa	e eliminated f 8 ted benefits.	from the base	in the
Elimination of One-Time Items Recommended in FY07 Items recommended for one-time funding in FY07, including outyears. Labor Contracts These figures represent the annualization of FY07 increments Institutional Telecommunications - FiberNet Operations per franchise agreement and CPI	0 equipment for 0 s, general wage	the Gilchrist 8 adjustments	Center, will be 8 , and associa	e eliminated f 8 ted benefits.	from the base	in the
Elimination of One-Time Items Recommended in FY07 Items recommended for one-time funding in FY07, including outyears. Labor Contracts These figures represent the annualization of FY07 increments Institutional Telecommunications - FiberNet Operations per franchise agreement and CPI Montgomery College (MC) personnel cost adjustment	0 equipment for 0 s, general wage	the Gilchrist (8 adjustments 40	Center, will be 8 , and associa 40	e eliminated to 8 ted benefits.	from the base	
Elimination of One-Time Items Recommended in FY07 Items recommended for one-time funding in FY07, including outyears. Labor Contracts These figures represent the annualization of FY07 increments Institutional Telecommunications - FiberNet Operations per franchise agreement and CPI Montgomery College (MC) personnel cost adjustment Montgomery Community TV (MCT) personnel cost	0 equipment for 0 s, general wage 0	the Gilchrist (8 a adjustments 40 23	Renter, will be 8 , and associa 40	8 ted benefits. 36	from the base 8 36 23	36 23
Elimination of One-Time Items Recommended in FY07 Items recommended for one-time funding in FY07, including outyears. Labor Contracts These figures represent the annualization of FY07 increments Institutional Telecommunications - FiberNet Operations per franchise agreement and CPI Montgomery College (MC) personnel cost adjustment Montgomery Community TV (MCT) personnel cost adjustment	0 equipment for 0 s, general wage 0	the Gilchrist (8 a adjustments 40 23	Renter, will be 8 , and associa 40	8 ted benefits. 36	from the base 8 36 23	36 23
Elimination of One-Time Items Recommended in FY07 Items recommended for one-time funding in FY07, including outyears. Labor Contracts These figures represent the annualization of FY07 increments Institutional Telecommunications - FiberNet Operations per franchise agreement and CPI Montgomery College (MC) personnel cost adjustment Montgomery Community TV (MCT) personnel cost	equipment for 0 6, general wage 0 0	the Gilchrist (8 a adjustments 40 23 43	8, and associa 40 23 43	8 ted benefits. 36 23 43	8 36 23 43	36 23 43

FY07 CABLE COMMUNICATIONS PLAN (\$000's)

				ļ	% Chg					
	Actual	Approved	Estimated	Recommended	From					
SCHEDULED EXPENDITURES	FY05	FY06	FY06	FY07	'06 Plan	FY08	FY09	FY10	FY11	FY 12
CPI (Fiscal Year)	2.7%	2.6%	2.8%	2.6%		2.6%	2.7%	2.7%	2.7%	2.7%
BEGINNING FUND BALANCE	1,310	2,165	1,607	2,584	19.4%	1,376	698	815	1,141	1,451
REVENUES			ĺ							
5% Franchise Fee	6,503	8,696	10,906	8,936	2.8%	9,168	9,416	9,670	9,931	10,199
G'Burg PEG Contribution	112	159	192	1 52	-4.4%	156	160	164	168	173
PEG Operating	1,895	1,949	1,978	2,014	3.3%	2,066	2,122	2,179	2,238	2,298
PEG Capital/Equipment	222	227	230	236	4.0%	242	249	256	263	270
FiberNet Operating	1,369	1,399	1,417	1,453	3.9%	1,491	1,531	1,572	1,614	1,658
Interest Earned	110	170	170	178	4.7%	186	195	204	214	224
Tower Review Fees	99	42	60	55	31.0%	56	58	60	62	64
Miscellaneous	0	0	0	0	0.0%	0	0	0	0	(
Transfer from the General Fund	0	0	0	0	0.0%	775	775	775	775	775
TOTAL ANNUAL REVENUES	10,310	12,642	14,953	13,024	3.0%	14,140	14,506	14,880	15,265	1 5,66
TOTAL RESOURCES-CABLE FUND	11,620	14,807	16,560	15,608	5.4%	15,516	15,204	15,695	16,406	17,11
EXPENDITURES										
A. FRANCHISE ADMINISTRATION			i							
Personnel Costs	611	681	571	698 +	2.5%	716	735	755	775	79
Oper. Exp. & Cap. Outlay	86	62	62	71 +	14.5%	73	75	77	79	8
Engineering/Inspection	480	485	485	510 +	5.2%	523	537	551	566	58
Indirect costs trans to Gen Fund	178	167	174	194 ¹	16.2%	194	194	194	194	19
SUBTOTAL	1,355	1,395	1,292	1,473	5.6%	1,506	1,541	1,577	1,614	1,65
B. COUNTY ATTORNEY									_	
Personnel Costs	65	72	72	76 76 ² +	5.6%	79	83	87	91	9.
SUBTOTAL	65	72	72	/6	5.6%	79	83	87	91	9.
C. OUTSIDE PROFESSIONAL SERVICES Legal and other	319	375	375	375	0.0%	385	395	406	417	42
SUBTOTAL	319	375 375	375 375	375 +	0.0%	385	395	406 406	417	42
D. MUNI. FRANCHISE FEE SHARING										
Revenues to municipalities	645	620	627	643	3.8%	660	678	696	715	734
SUBTOTAL	645	620	627	643 +	3.8%	660	678	696	715	73
E. MUNICIPAL EQUIPMENT & OPERATIONS				****				•		
Rockville Equipment (a)	46	45	48	50	11.1%	51	52	53	54	5
Rockville PEG Operating Support (a)	58	59	60	62	5.1%	64	66	68	70	7
Takoma Park Equipment (a)	46	45	48	50	11.1%	51	52	53	54	5
Takoma Park PEG Oper. Support (a)	58	59	60	62	5.1%	64	66	68	70	7
Municipal League Eqp. (a)	46	45	48	50	11.1%	51	52	53	54	5
Muni. League PEG Oper. Support (a)	58	59	60	62	5.1%	64	66	68	70	7
SUBTOTAL	312	312	324	336 +	7.7%	345	354	363	372	38
F. COUNTY CABLE MONTGOMERY										
Administration										
Personnel Costs	135	190	149	264 +	38.9%	282	290	299	307	31
Operating	10	14	14	24 +	71.4%	25	26	27	28	2
Closed Captioning	113	181	181	189 +	4.4%	245	255	265	276	28
Technical Operations Center (TOC)	144	145	145	52 +	-64.1%	27	28	29	30	3
Arts PEG - AFI	0	0	0	0 +	0.0%	0	0	0	0	
VOD, Community BB, web services	45	38	38	48 +	26.3%	49	50	51	52	5
Public Information Office		•		_						
Personnel Costs	162	159	159	175 ^{2 +}	10.1%	183	192	201	210	22
Operating Expenses	0	10	10	10 ^{2 +}	0.0%	11	12	13	14	1
Contracts - TV Production	302	368	368	414 +	12.5%	425	436	448	460	47
County Council										
Personnel Costs	25	30	30	32 2 +	6.7%	33	34	35	36	3
	40	44	44	46 +	4.5%	48	50	52	54	5
Operating Expenses	40	44	44	40 ⊤	1 4.5%	40		52		
Operating Expenses Contracts - TV Production	312	372	372	391 +	5.1%	513	538	565	594	62

These projections for the Cable TV Fund incorporate assumptions of annual resources and resource usage as well as projected end-of-year reserves available based on these assumptions. This scenario assumes that operating expenditures will experience net increases as a trend. Factors contributing to the assumed rate of increase include compensation adjustments, program and productivity improvements, and cost increases driven by inflation. This scenario represents one possible fiscal future based on the incorporated set of expenditure and resource assumptions. Other scenarios would occur if the County Executive and County Council adopted a different program plan or if the future brings different trends than presumed in the incorporated assumptions. The County Executive presents these fiscal projections as a tool for thinking about the future fiscal policy implications of the recommended program of expenditures and resources.

FY07 CABLE COMMUNICATIONS PLAN (\$000's)

					% Chg	**				
	Actual	Approved	Estimated	Recommended	From					
SCHEDULED EXPENDITURES	FY05	FY06	FY06	FY07	'06 Plan	FY08	FY09	FY10	FY11	FY12
G. MONTGOMERY COLLEGE										
Personnel Costs	727	752	752	868 ³	15.4%	891	915	940	965	99
Operating Expenses	121	187	187	199 ³	6.4%	204	210	216	222	22
SUBTOTAL	848	939	939	1,067	13.6%	1,095	1,125	1,156	1,187	1,21
H. PUBLIC SCHOOLS						· · · · · ·	<u>-</u>			
Personnel Costs	1043	1080	1080	1173 4	8.6%	1,203	1,235	1,268	1,302	1,33
Operating Expenses	134	158	158	210 4	32.9%	215	221	227	233	23
SUBTOTAL	1,177	1,238	1,238	1,383	11.7%	1,418	1,456	1,495	1,535	1,57
I. COMMUNITY ACCESS										
ORGANIZATIONS (b)										
Personnel Costs	1,400	1,548	1,548	1,665	7.6%	1,708	1,754	1,801	1,850	1,90
Operating Expenses	680	726	726	720	-0.8%	739	759	77 9	800	82
SUBTOTAL	2,080	2,274	2,274	2,385 +	4.9%	2,447	2,513	2,580	2,650	2,72
J. PEG NETWORK	/00	000		0. 44 .	5 404	0.40		000	07/	100
PEG Equipment Replacement	698 0	803 50	803	846 +	5.4%	843	885	930	976	102
Emergency Equipment Reserve PEG Network Engineering & Admin	30	40	50 40	50 + 65 +	0.0% 62.5%	53 44	55 46	58 49	61 51	6 5
Community Programming	30	44	44	46 +	4.5%	44	40 51	53	56	5
PEG Promotion	35	30	30	34 +	13.3%	36	37	38	40	4
PEG Network Operating	19	57	57	65 +	14.0%	67	69	71	73	7
Mobile Production Vehicle	19	595	595	82 +	-86.2%	86	90	95	100	10
SUBTOTAL	831	1,619	1,619	1,188	-26.6%	1,178	1,233	1,294	1,357	1,42
K. OTHER		-								
Down County Comm. Media Facility	23	27	27	0 +	-100.0%	0	0	0	0	
Grants to Organizations	39	39	39	39 +	0.0%	39	39	39	39	3
SUBTOTAL	62	66	66	39	-40.9%	39	39	39	39	3
PEG + ADMIN. SUBTOTAL	8,982	10,461	10,336	10,610	1.4%	10,993	11,328	11,678	12,038	12,40
L. INSTITUTIONAL TELECOMMUNICATIONS										
FiberNet-Operations (DTS)	938	1,185	1,185	1,175 +	-0.8%	1,206	1,239	1,272	1,306	1,34
FiberNet-Operations (DPWT)	210	214	214	249 +	16.4%	255	262	269	276	28
FiberNet-CIP	1,000	1,000	1,000	1,970 6	97.0%	1,735	1,560	1,335	1,335	1,31
COB Renovations - CIP	0	0	0	228 ⁶	0.0%	629	0	0	0	
Advanced Transportation Management										
System (ATMS) - CIP	0	1,241	1,241	0	-100.0%	0	0	0	0	
SUBTOTAL	2,148	3,640	3,640	3,622	-15.7%	3,825	3,061	2,876	2,917	2,93
TOTAL EXPEND-PROGRAMS	8,241	14,101	13,976	14,232	2.8%	14,818	14,389	14,554	14,955	15,34
OTHER USES OF CATV FUNDS - Prior Year Adjustments	(2,889)	0	0	o	0.0%	0	0	0	0	
Transfer to the General Fund	2203	0	0	0	0.0%	0		0		
TOTAL OTHER USES & ADJ	-686	0	0	Ö	0.0%	0	0 0	0	0 0	
SURPLUS (DEFICIT)	297	(1,459)	977	(1,208)	-17.2%	(678)	117	326	310	318
FUND BALANCE	1,607	706	2,584	1,376	94.8%	698	815	1,141	1,451	1,76
FUND BALANCE per Policy Guidance	537	713	891	734		753	774	795	817	83
EXPENDITURES BY FUNDING SOURCE									•	-
Transfer to Gen Fund-Indirect Costs	178	167	174	194 1	16.2%	194	194	194	194	19
Transfer to Gen Fund-Cable Opns	0	0	0	0 2	0.0%	0	0	0	0	.,
Trans to Gen Fund-Mont Coll Cable Fd	848	939	939	1,067 ³	13.6%	1,095	1,125	1,156	1,187	1,21
Trans to Gen Fund-Public Sch Cable Fd	1,177	1,238	1,238	1,383 4	11.7%	1,418	1,456	1,495	1,535	1,57
Trans to Gen Fund-FIBERNET Operations	0	•	1,230	0 5	0.0%	0	0	0	0	1,5
Transfer to CIP Fund	1,000	2,241	2,241	2,198 ⁶	-1.9%			1,335		1,31
Transfer to the General Fund-Other	2,203	2,241	2,241	2,198	0.0%	2,364 0	1,560 0	1,335	1,335	1,31
CATV Fund Direct Expenditures	7,241	9,516	9,384	9,390 +	-1.3%	9,747	10,054	10,374	0 10,704	11,04
		7,310			• - 1.J 70	7./4/	10.034	10,374	10,704	11,04
TOTAL EXPEND-FUNDING SOURCE	12,647		13,976		0.9%	14,818	14,389	14,554	14,955	15,34

Transferred from the Cable Television Special Revenue Fund to the General Fund-Indirect Costs.

Transferred to General Fund for Cable Operations in prior years.

Transferred to General Fund for Montgomery College Cable Fund.

Transferred to General Fund for Montgomery County Public Schools Cable Fund.

Transferred to General Fund for FIBERNET Operations in prior years.

Transferred to CIP Fund

Funded directly from the Cable Television Special Revenue Fund.

Maximum cable company contribution to fund municipal equipment

Currently Montgomery Community Television, Inc.